

As you know, the Claims process closed for the vast majority of Claimants on September 5, 2013. More than 175,000 Claims were filed that total in excess of \$590 million, which makes ZeekRewards one of the largest—if not the largest—Ponzi and pyramid schemes in history. Since the close of the Claims process, we have worked diligently to reconcile the Claim data provided by Claimants and the data in the ZeekRewards database.

The majority of Claims that were filed included enough information so that we will be able to issue more than 75,000 Claim Determinations by the end of this month. We will begin emailing notice to the holders of the Claims for which we have completed Claim Determinations during the last week of December. Please do not contact us if you do not receive such a notice in this initial batch. Not receiving a Claim Determination notice in this initial batch does not mean that your Claim is not valid. It only means that we have not completed our review of your Claim. Certain Claims will take additional time to evaluate and may require us to make further contact with you before we issue your Claim Determination. We are and will be working hard to reconcile all Claims and send all Claims Determinations as soon as we are able to do so.

Once complete, the notice that your Claim Determination has been issued will arrive by email. The email will contain a link to the Claim Portal so that you can review your Claim Determination. This email will also provide you with some important information regarding your acceptance of the Claim Determination or your ability to object to the Claim Determination. **You must object within 30 days after the date that the email containing the link to your Claim Determination. Failure to object to the Claim Determination by 11:59p.m. on the date that is 30 days after the date that the email containing the link to your Claim Determination was sent will be deemed an acceptance of the Claim Determination.**

**Please add the email address [ZRWDeterminations@tgcginc.com](mailto:ZRWDeterminations@tgcginc.com) to your spam filter as an authorized sender of email to your mailbox so that no emails from that address are blocked by your spam filter or your internet service provider. This will be the email address used to provide your Determination Letter. Adding that email to your spam filter as an authorized sender will aid you in making sure that you receive your Claim Determination. Do not send emails to [ZRWDeterminations@tgcginc.com](mailto:ZRWDeterminations@tgcginc.com). The inbox for that email address will not be monitored. Any email sent to that email address will be deleted. Please do not send emails to that email address.**

Following the link in the Claim Determination email will bring you to the Claim Portal, which will require you to log in using the User ID and Password you created when you filed your Claim. Once logged in, you will be able to review the Claim Determination made. At the bottom of your Claim Determination, you will find two buttons that will permit you to either agree to the Claim Determination or to inform me that you intend to object to the Claim Determination.

If you click the button agreeing to your Claim Determination, you will be brought through a series of screens that requires you to (1) provide the Court approved release of the Receiver, (2) submit a statement regarding your ability to receive distributions in light of certain regulations of the United States that prohibit transactions with certain Countries, groups and individuals, (3) provide certain tax withholding information required by the United States Internal Revenue

Service, and (4) confirm the address to which your distributions will be sent. **Failure to provide any of these documents in a timely manner may result in the forfeiture of your distributions.**

If you click the button that states that you will be objecting to your Claim Determination, you will be given instructions on how to submit your objection. As noted above, **you must object within 30 days after the date that the email containing the link to your Claim Determination for your objection to be valid.**

For many Claims, however, we are being slowed by incomplete, inaccurate, and/or misleading information that was provided by certain Claimants. The initial review of the data that was submitted in the Claim process showed (1) Claimants who filed Claims with incomplete information or false information, (2) Claimants who did not provide a valid User Name, (3) Claimants who filed Claims on behalf of other Claimants, (4) Claimants who improperly aggregated information across multiple User Names (regardless of whether the User Names they were aggregating were registered to another individual), (5) Claimants who filed multiple Claims for the same User Name, (6) Claimants who failed to provide adequate information to readily identify the Claimant in the ZeekRewards database, (7) Claimants that misclassified Claims, (8) Claimants that asserted amounts far in excess of their actual damages, and (9) entities that improperly filed Claims with no obvious relation to the ZeekRewards Ponzi and pyramid scheme.

One of the largest information gaps we have arises from tens of thousands of Claims that were made without providing a ZeekRewards User Name, or the User Name provided does not match the ZeekRewards database. The Receivership Team sent emails to all of these Claimants asking that they provide a valid User Name, to the extent they had one, using a link to the Claims Portal. Less than 20% of those whom we contacted have provided us with valid User Names after we made this request. We will do all we can to reconcile these Claims even without an identifiable ZeekRewards User Name, as well as doing our best to reconcile Claims that have the difficulties I mentioned above.

On December 12, 2013, I filed a Distribution Procedures Motion (the “Motion”) which, among other things, seeks to have the Court establish procedures for the distribution of the assets that I have collected. You may view the Motion by following the following link: <http://www.zeekrewardsreceivership.com/pdf/DistributionMotion.pdf> We hope that the Motion will be granted early in 2014. If the Motion is granted and sufficient Claimants accept the Claims Determinations, we hope to be able to make an interim distribution to the eligible holders of allowed Claims who have submitted the required documentation in the first quarter of 2014.

The Motion asks to use the “rising tide” method to calculate distributions to be made on account of the Claims of affiliate investors. In sum, the rising tide method treats the total amount of every payment you made to ZeekRewards as the amount of your Claim, and any payment you ever received from ZeekRewards as part of your distribution. Claimants that hold allowed Claims will receive distributions on account of their Claims when, on a pro rata basis, such Claimant is entitled to an amount that is in excess of the amount that was paid to them previously

by ZeekRewards. Further information regarding the rising tide method of distribution can be found in the Motion.

As always, I greatly appreciate your continuing support and patience.

Kenneth D. Bell  
Receiver